

**ALIX RESOURCES CORP.
(FORMERLY NPN INVESTMENT GROUP INC.)**

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTHS ENDED OCTOBER 31, 2007

ALIX RESOURCES CORP.
(FORMERLY NPN INVESTMENT GROUP INC.)
INTERIM CONSOLIDATED BALANCE SHEET
(UNAUDITED)

	October 31, 2007 (Unaudited) \$	January 31, 2007 (Audited) \$
ASSETS		
Current		
Cash and cash equivalents	683,652	275,851
Accounts receivable	19,344	-
Subscription receivable from related party (Note 7)	200,000	-
Prepays	27,200	15,808
Marketable securities	67,500	-
	<u>997,696</u>	<u>291,659</u>
Mineral Properties (Note 4)	856,652	-
	<u>1,854,348</u>	<u>291,659</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	<u>90,630</u>	<u>2,901</u>
Shareholders' Equity		
Capital stock (Note 5(a))	1,944,657	389,960
Warrants (Note 5(c))	246,605	-
Contributed surplus (Note 5)	290,690	49,420
Deficit	(731,234)	(150,622)
Accumulated other comprehensive income (Note 3)	13,000	-
	<u>1,763,718</u>	<u>288,758</u>
	<u>1,854,348</u>	<u>291,659</u>

Nature and Continuation of Operations (Note 1)

Subsequent Events (Note 10)

APPROVED ON BEHALF OF THE BOARD:

“Michael England” _____, Director

“David J. Lajack” _____, Director

The accompanying notes are an integral part of these unaudited financial statements.

ALIX RESOURCES CORP.
(FORMERLY NPN INVESTMENT GROUP INC.)
INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT
(UNAUDITED)

	Three months ended October 31		Nine Months Ended October 31	
	2007	2006	2007	2006
	\$	\$	\$	\$
GENERAL AND ADMINISTRATIVE EXPENSES				
Management fees	15,000	-	22,500	-
Consulting fees	39,829	-	56,705	-
Professional fees	34,719	8,304	75,845	56,024
Office and Administration	35,280	8,781	56,110	15,667
Stock-based compensation	-	-	290,424	-
Transfer agent and filing fees	9,512	(68)	19,251	9,213
Shareholder communication and promotion	21,003	-	36,765	-
Travel and accommodation	785	-	25,270	-
Loss before Other Items	156,128	17,017	582,870	80,904
OTHER ITEMS				
Interest Income	-	(2,896)	(2,258)	(7,292)
NET LOSS FOR THE PERIOD	156,128	14,121	580,612	73,612
DEFICIT, BEGINNING OF THE PERIOD	575,106	120,260	150,622	60,769
DEFICIT, END OF THE PERIOD	731,234	134,381	731,234	134,381
Basic and diluted loss per share	0.01	0.00	0.06	0.01
Weighted average number of shares outstanding	13,806,068	6,300,000	9,825,671	6,300,000

The accompanying notes are an integral part of these unaudited financial statements.

ALIX RESOURCES CORP.
(FORMERLY NPN INVESTMENT GROUP INC.)
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)

	Three Months Ended		Nine Months Ended	
	October 31		October 31	
	2007	2006	2007	2006
	\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Loss for the period	(156,128)	(25,747)	(580,612)	(59,491)
Items not affecting cash:				
Stock-based compensation	-		290,424	
Change in non-cash working capital items:				
Increase in receivables	(2,464)	-	(19,344)	-
(Increase)/Decrease in prepaids	(13,243)	2,366	(11,392)	4,115
(Decrease) increase in accounts payable and accrued liabilities	79,665	(28,661)	87,729	(5,403)
Net cash flows from operating activities	(92,170)	(52,042)	(233,195)	(60,779)
CASH FLOWS FROM FINANCING ACTIVITIES				
Exercise of options and warrants	47,650	-	87,650	-
Proceeds from issuance of private placement units net of issue costs	669,359	-	1,256,200	-
Net cash flows from financing activities	717,009	-	1,343,850	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Mineral property expenditures	(498,597)	-	(571,211)	-
Qualifying transaction expenditures	(8,697)	-	(131,643)	-
Net cash flows from investing activities	(507,294)	-	(702,854)	-
Increase (decrease) in cash during the period	117,545	(52,042)	407,801	(60,779)
Cash and cash equivalents, beginning of period	566,107	368,947	275,851	377,684
Cash and cash equivalents, end of period	683,652	316,905	683,652	316,905
SUPPLEMENTAL INFORMATION				
Interest paid	-	-	-	-
Options issued for QT assistance	10,797		10,797	
Common shares issued for interest in mineral properties	197,500	-	197,500	-
Marketable securities received (note 3)	54,500	-	54,500	-
Issuance of compensation warrants	6,342	-	6,342	-
Subscription receivable from related party (note 7)	200,000	-	200,000	-

The accompanying notes are an integral part of these unaudited financial statements.

1. NATURE AND CONTINUANCE OF OPERATIONS

Prior to June 22, 2007, the Company was a capital pool company as defined by the TSX Venture Exchange. On June 22, 2007, the Company satisfied the conditions of a Qualifying Transaction under the TSX Venture Exchange's policies by acquiring mining assets. The Company is now pursuing opportunities in the exploration of mineral resource properties.

The accompanying unaudited interim financial statements are prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). They do not include all of the information and disclosures required by Canadian GAAP for annual financial statements. The preparation of these interim financial statements is based on accounting principles and practices consistent with those used in the preparation of the annual financial statements. In the opinion of management, all adjustments considered necessary for fair presentation have been included in these financial statements. Operating results for the period ended October 31, 2007 are not necessarily indicative of the results that may be expected for the full year ended January 31, 2008. For further information, see the financial statements including the notes thereto for the year ended January 31, 2007.

The Company is in the process of acquiring and exploring its mineral properties and has not yet determined whether the properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for mineral properties and related deferred exploration costs are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

The Company has no current revenues or cash flows. These financial statements have been prepared on the basis that the Company is a going concern. These financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern.

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles with the assumption that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. As at October 31, 2007, the Company had working capital of \$907,066 and an accumulated deficit of \$731,234. Continued operations of the Company are dependent on the Company's ability to receive continued financial support, complete public equity financing, or generate profitable operations in the future. While it has been successful in obtaining financing in the past, there can be no assurance it will be able to do so in the future.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Company are in accordance with Canadian generally accepted accounting principles and their basis of application is consistent with that of the previous year. Outlined below are those policies considered particularly significant.

Principles of consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Alix Alaska Inc., a company incorporated under the laws of Alaska, USA. Significant inter-company balances and transactions have been eliminated upon consolidation.

Mineral properties

All costs related to the acquisition, exploration and development of mineral properties are capitalized by property. If economically recoverable ore reserves are developed, capitalized costs of the related property are reclassified as mining assets and amortized using the unit of production method. When a property is abandoned, all related costs are written off to operations. If, after management review, it is determined that the carrying amount of a mineral property is impaired, that property is written down to its estimated net realizable value. A mineral property is reviewed for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Mineral properties (continued)

The amounts shown for mineral properties do not necessarily represent present or future values. Their recoverability is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

Asset retirement obligations

An asset retirement obligation is a legal obligation associated with the retirement of tangible long-lived assets that the Company is required to settle. This would include obligations related to future removal of property and equipment, and site restoration costs. The Company recognizes the fair value of a liability for an asset retirement obligation in the period in which it is incurred when a reasonable estimate of fair value can be made. The carrying amount of the related long-lived asset is increased by the same amount as the liability. There were no asset retirement obligations as at October 31, 2007.

Stock-based compensation

Stock options granted to employees and non-employees are recorded at fair value on the date of grant. Any consideration paid by the option holders to purchase shares is credited to capital stock.

Loss per share

The Company uses the treasury stock method to compute the dilutive effect of options, warrants and similar instruments. Under this method, the dilutive effect on loss per share is recognized on the use of the proceeds that could be obtained upon exercise of options, warrants and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the period. Basic loss per share is calculated using the weighted-average number of common shares outstanding during the period.

Future income taxes

Future income taxes are recorded using the asset and liability method. Under the asset and liability method, future tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Future tax assets and liabilities are measured using the enacted or substantively enacted tax rates expected to apply when the asset is realized or the liability settled. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the period that substantive enactment or enactment occurs. To the extent that the Company does not consider it more likely than not that a future tax asset will be recovered, it provides a valuation allowance against the excess.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The most significant estimates are related to the recoverability of mining interests, valuation of warrants, stock-based compensation, and future tax assets and liabilities. Accordingly, actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Changes in Accounting Policies

Effective February 1, 2007, the Company adopted the new recommendations of the Canadian Institute of Chartered Accountants (CICA) under CICA Handbook Section 1530 Comprehensive Income, Section 3251 Equity, Section 3855 Financial Instruments—Recognition and Measurement, Section 3861 Financial Instruments—Disclosure and Presentation and Section 3865 Hedges. These new Handbook Sections, which apply to fiscal years beginning on or after October 1, 2006, provide requirements for the recognition and measurement of financial instruments and the use of hedge accounting. Section 1530 establishes standards for reporting and presenting comprehensive income which is defined as the change in equity from transactions and other events from non-owner sources. Other comprehensive income refers to items recognized in comprehensive income but that are excluded from net income calculated in accordance with generally accepted accounting principles.

Under Section 3855, all financial instruments are classified into one of five categories: held-for-trading, held-to-maturity investments, loans and receivables, available-for-sale financial assets and other financial liabilities. All financial instruments and derivatives are measured in the balance sheet at fair value except for loans and receivables, held-to-maturity investments and other financial liabilities which are measured at amortized cost. Subsequent measurement and changes in fair value will depend on their initial classification. Held-for-trading financial assets are measured at fair market value and changes in fair value are recognized in net income. Available-for-sale financial instruments are measured at fair value with changes in fair value recorded in other comprehensive income until their disposition.

As a result of the adoption of these new standards, the Company's marketable securities are classified as "available-for-sale" and are measured at fair value. Changes in fair value are recorded in other comprehensive income until their disposition at which time, they will be transferred to net income.

3. MARKETABLE SECURITIES

During the period ended October 31, 2007, the Company acquired shares of Bolero Resources Corp. and Millrock Resources Inc. pursuant to property option agreements. At the time of acquisition, the shares were valued at \$54,500. At October 31, 2007, the market value of the shares was \$67,500.

4. MINERAL PROPERTIES

Title to mineral properties

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyance history characteristic of many mineral properties. The Company has investigated title to its mineral properties and, to the best of its knowledge, title to its properties is in good standing.

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NOTES TO THE CONSOLIDATED INTERIM UNAUDITED FINANCIAL STATEMENTS
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4. MINERAL PROPERTIES (continued)

As at October 31, 2007, expenditures incurred on mineral properties were as follows:

	Arcadia, Mac & Cache \$	Bristol Bay \$	Divide \$	Chloride \$	Other \$	Total \$
Acquisition Costs:						
Acquisition of mineral claims	171,000	96,311	50,697	-	-	318,008
Qualifying Transaction expenditures	142,440	-	-	-	-	142,440
Less: Recoveries	(49,500)	-	(27,807)	-	-	(77,307)
Balance end of Period	263,940	96,311	22,890	-	-	383,141
Deferred Exploration Costs:						
Drilling, excavation & transportation	-	400,000	50,000	-	-	450,000
Reports, drafting, maps and surveys	4,114	-	-	-	-	4,114
Geologist & other labour	-	-	-	2,050	6,439	8,489
Permits and licenses	500	-	7,442	-	-	7,942
Field supplies	-	-	-	1,656	-	1,656
Travel & accommodation	-	-	-	1,310	-	1,310
Balance, end of period	4,614	400,000	57,442	5,016	6,439	473,511
Total	268,554	496,311	80,332	5,016	6,439	856,652

Legal and other direct costs associated with acquiring or optioning the various mineral properties have been capitalized as acquisition costs.

Arcadia, Mac and Cache Claims

The Company entered into an agreement dated February 15, 2007 with Michael England under which the Company would acquire all the rights and obligations of Full Metal Minerals Ltd. (FMM) under certain agreements between Full Metal and Hunter Exploration Group and between Full Metal and Nunavut Tunngavik (NTI). Upon assignment of the agreements, Alix would hold 100% interest in the underlying agreements governing the rights to explore and develop the Arcadia, Mac and Cache claims located in Nunavut subject to a 1% NSR, advance royalties payments of \$25,000 per annum until 2010 and \$50,000 per annum thereafter, and annual fees and exploration expenditures.

In consideration for the acquisition, the Company is required to make cash payments and issue shares as follows:

- cash payment of \$5,000 payable to FMM upon execution of the assignment agreement (paid)
- cash payment of \$78,000 payable to FMM on the closing date (paid)
- issuance of 800,000 common shares of the Company on closing (issued)
- issuance of 450,000 common shares of the Company on or before December 15, 2007. (see Note 10(b))

The acquisition of these mining claims, properties and related agreements was the basis of the Company's qualifying transaction. The Company incurred \$131,643 in professional and filing fees to complete the qualifying transaction. The Company also granted 125,000 options to purchase shares with an exercise price of \$0.10 per share, exercisable for five years, to Mike England as consideration for identifying and assisting in the completion of the qualifying transaction. The options are valued at \$10,797. The costs directly associated with the qualifying transaction have been capitalized.

ALIX RESOURCES CORP.

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NOTES TO THE CONSOLIDATED INTERIM UNAUDITED FINANCIAL STATEMENTS

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4. MINERAL PROPERTIES (continued)

On July 31, 2007, the Company entered into an agreement with Bolero Resources Corp. (BRU), formerly United Bolero Development Corp., whereby BRU was granted the option to acquire a 50% interest in the Arcadia claim. In consideration for the option, BRU is required to issue 75,000 common shares, make a cash payment of \$15,000, complete cumulative exploration expenditures of \$600,000 over a period of two years, and assume the obligation to finance 50% of Alix' obligations under the underlying Arcadia agreements. The agreement has received regulatory approval.

The Company received a 15,000 cash payment and 75,000 shares of Bolero Resources Corp. pursuant to the option agreement. Upon acquisition, the shares of Bolero were valued at \$34,500.

Bristol Bay Properties

On July 25, 2007, the Company entered into an agreement with Andover Ventures Inc. to acquire an option to earn a 50% interest in Andover's Bristol Bay Native Corp (BBNC) land package in the Bristol Bay Region in Southwestern Alaska. The BBNC land package is comprised of seven properties: KUY, Fog Lake, Kemuk, Chilikat East, Chilikat West, Koksetna, and Samuelson.

Pursuant to the option agreement, the Company is required to issue 1,000,000 shares to Andover as follows:

- a) 250,000 shares upon regulatory approval of the transaction. (issued)
- b) 250,000 shares on or before August 1, 2008
- c) 250,000 shares on or before August 1, 2009
- d) 250,000 shares on or before August 1, 2010

In addition, the Company is required to incur \$3,500,000 in exploration expenditures over four years as follows:

- a) \$300,000 on or before August 31, 2007 (incurred)
- b) \$700,000 on or before October 1, 2008
- c) \$1,000,000 on or before October 1, 2009
- d) \$1,500,000 on or before October 1, 2010

The Bristol Bay option agreement is non arms-length but has been approved by the independent board members of both companies. The agreement has received regulatory approval.

Divide Property

On August 13, 2007, the Company entered into an option agreement with a private group of individuals, including a director of Alix, to acquire a 100% interest in a lode gold prospect in Alaska known as the "Divide" property. To earn the 100% interest, the Company must pay US \$1,000,000 cash and issue 1,000,000 shares of the Company over the next four years as follows: \$15,000 and 100,000 shares upon acceptance of the transaction by regulatory authorities; cash payments in US dollars of \$45,000, \$90,000, \$150,000 and \$250,000 and \$450,000 on the six month, first, second, third and fourth anniversary dates respectively; and share issuances of 100,000, 300,000, and 500,000 shares on the first, second and third anniversary dates respectively. The Company's interest will be subject to a NSR of up to 5% on precious metals and 3% on base metals. The Company will have the right to buy down the NSR by 1% on payment of US \$1,000,000. The option agreement is non arms-length but has been approved by the independent board members of both companies. The agreement has received regulatory approval.

The Company has paid the initial US \$15,000 payment and issued 100,000 common shares valued at \$27,000.

ALIX RESOURCES CORP.**(FORMERLY NPN INVESTMENT GROUP INC.)**

NOTES TO THE CONSOLIDATED INTERIM UNAUDITED FINANCIAL STATEMENTS

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4. MINERAL PROPERTIES (continued)**Divide Property (continued)**

On August 14, 2007, the Company entered into a letter of intent (LOI) with Millrock Resources Corp. to joint venture the exploration of the Company's recently acquired Divide property. Under the terms of the LOI, Millrock can earn a 50% interest in the Company's rights to the Divide property by paying one half of the Company's obligations under the Divide option agreement and one half of the costs to explore the property. Millrock has paid \$7,807 (US\$7,500) representing half of the initial acquisition payment and issued 50,000 shares valued at \$20,000 to Alix.

Chloride Property

In October 2007, the Company entered into an option agreement to acquire a 100% interest in the silver-gold prospect known as the Chloride property located in Arizona from Like Minded Exploration Partnership. The property consists of 109 federal lode claims over roughly 2100 acres. The option agreement is subject to regulatory approval.

The cash payments and share issuance terms of the option agreement are as follows:

Date	Cash payments US\$	Common share issuances
Upon regulatory approval	\$ 12,000	60,000
On first year anniversary	\$ 15,000	120,000
On second year anniversary	\$ 48,000	150,000
On third year anniversary	\$ 90,000	150,000
On fourth year anniversary	\$ 150,000	-
On fifth year anniversary	\$ 200,000	-

The Company's interest will be subject to a 2% NSR. The Company will have the right to purchase 0.5% of the NSR for US\$1,000,000.

Other

The Company has capitalized the costs associated with other property opportunities it is currently reviewing.

ALIX RESOURCES CORP.
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5. CAPITAL STOCK

a) Common shares

	Number of Shares #	Capital Stock \$	Contributed Surplus \$
Authorized			
Unlimited common shares without par value			
Issued			
Balance as of January 31, 2007	6,300,000	389,960	49,420
Issued for interest in mineral property (Note 4)	1,150,000	197,500	10,797
Issuance of shares pursuant to private placement (Notes 5(a)(i) and 5(a)(v))	8,664,715	1,279,985	
Exercise of stock options	635,000	86,000	
Fair value of stock options exercised	-	59,951	(59,951)
Exercise of warrants	10,000	1,650	
Fair value of warrants exercised		362	
Stock based compensation			290,424
Issue costs-cash	-	(64,409)	
Issue costs-non cash		(6,342)	
Balance as of October 31, 2007	16,759,715	1,944,657	290,690

- i) In June 2007, the Company issued 6,000,000 units at a price of \$0.10 per unit for total proceeds of \$600,000, of which \$111,165 was allocated to the value of warrants. Each unit consisted of one common share of the Company and one-half common share purchase warrant. Each whole warrant entitles the holder to purchase a further common share of the Company at a price of \$0.165 for a period of two years. The Company incurred issue costs of \$13,159 of which \$2,438 was allocated to the warrants.
- ii) In June 2007, the Company issued 800,000 common shares of the Company valued at \$88,000, pursuant to the acquisition of a 100 per cent interest in certain mining claims and properties and related agreements between Full Metal Minerals Ltd. and Hunter Exploration Group and Full Metal and Nunavut Tunngavik Inc.
- iii) On October 5, 2007, the Company issued 250,000 common shares of the Company valued at \$82,500, pursuant to the Bristol Bay property agreement.
- iv) On October 18, 2007, the Company issued 100,000 common shares of the Company valued at \$27,000, pursuant to the Divide property agreement.
- v) In October 2007, the Company issued 2,664,715 units at a price of \$0.35 per unit for total proceeds of \$932,650, of which \$141,500 was allocated to the value of warrants. Each unit consisted of one common share of the Company and one-half common share purchase warrant. Each whole warrant will entitle the holder to purchase one common share of the Company for \$0.45 for a period of 24 months after the closing date with an acceleration of the exercise period to 30 days should the Company's common shares close above \$0.75 per share for 20 consecutive trading days. The Company incurred issue costs of \$63,291 of which \$9,602 was allocated to the warrants. The Company also issued 131,120 compensation warrants valued at \$6,342.

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5. CAPITAL STOCK (Continued)

b) Stock options

As at October 31, 2007, the following options were issued and outstanding:

Number of Options #	Exercise Price \$	Expiry Date
85,000	0.10	March 18, 2010
125,000	0.10	June 22, 2012
750,000	0.25	July 3, 2012
150,000	0.30	July 6, 2012
<u>1,110,000</u>		

A summary of changes in options outstanding is as follows:

	Number of Options #	Weighted Average Exercise Price \$
Balance, January 31, 2007	995,000	0.10
Granted	1,175,000	0.24
Exercised	(635,000)	0.14
Cancelled	(425,000)	0.10
Balance, October 31, 2007	<u>1,110,000</u>	<u>0.23</u>

Stock based Compensation

On July 3, 2007, the Company granted 900,000 options to certain directors, officers, consultants and employees of the Company at an exercise price of \$0.25 expiring July 3, 2012. The estimated fair market value of these options is \$239,262.

On July 6, 2007, the Company granted 150,000 options to certain directors and consultants of the Company at an exercise price of \$0.30 expiring July 6, 2012. The estimated fair market value of these options is \$51,162.

The fair value of these two option grants has been expensed as stock based compensation in the statement of operations with a corresponding amount recorded in contributed surplus.

The following assumptions were used for the Black-Scholes valuation of options granted for the nine months ended October 31, 2007.

Risk-free interest rate	4.6%
Expected life of options	5 years
Expected annualized volatility	102%
Expected dividend rate	0.00%

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5. CAPITAL STOCK (Continued)

c) Warrants

A summary of changes in warrants is as follows:

	Number of Warrants #	Weighted Average Exercise Price \$	Value \$
Balance, January 31, 2007	-	-	-
Issued pursuant to private placement (Note 4(a)(i))	3,000,000	0.165	108,727
Issued pursuant to private placement (Note 4(a)(v))	1,332,357	0.45	131,898
Broker warrants issued pursuant to private placement	131,120	0.35	6,342
Warrants exercised	(10,000)	0.165	(362)
Balance, October 31, 2007	<u>4,453,477</u>	<u>0.26</u>	<u>246,605</u>

As at October 31, 2007, the following warrants were issued and outstanding:

Number of Warrants #	Exercise Price \$	Expiry Date
131,120	0.35	October 25, 2008
2,990,000	0.165	June 22, 2009
<u>1,332,357</u>	0.45	October 25, 2009
<u>4,453,477</u>		

The following weighted average assumptions were used for the Black-Scholes valuation of warrants granted for the nine months ended October 31, 2007.

Risk-free interest rate	4.45%
Expected life of warrants	2 years
Expected annualized volatility	102%
Expected dividend rate	0.00%

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6. SEGMENTED INFORMATION

The Company primarily operates in one reportable segment, being the acquisition and exploration of resource properties in Canada and the United States. Segmented information on a geographic basis is as follows:

October 31, 2007	Total Assets	Mineral Properties	Other Assets
2007			
Assets			
Canada	\$ 1,266,250	\$ 268,554	\$ 997,696
United States	<u>588,098</u>	<u>588,098</u>	<u>-</u>
	<u>\$ 1,854,348</u>	<u>\$ 856,652</u>	<u>\$ 997,696</u>
<hr/>			
January 31, 2007	Total Assets	Mineral Properties	Other Assets
2006			
Assets			
Canada	\$ 291,659	\$ -	\$ 291,659
United States	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 291,659</u>	<u>\$ -</u>	<u>\$ 291,659</u>

7. RELATED PARTY TRANSACTIONS

During the period February 1, 2007 to October 31, 2007, the Company entered into the following transactions with related parties:

- a) Paid or accrued management fees of \$27,500 (2006 - \$Nil), consulting fees of \$23,084 (2006 - \$Nil) and shareholder communications and promotion fees of 5,000 (2006 - \$Nil) to current directors of the Company and a company controlled by a current director.
- b) Paid or accrued administration costs of \$14,000 (2006 - \$Nil) and accounting fees of \$12,000 (2006 - \$Nil) to officers of the Company.
- c) Paid rent of \$1,500 (2006 - \$2,700) to a company controlled by a former director of the Company and paid rent of \$5,000 (2006- Nil) to a company with a current officer in common.
- d) Paid commission of \$29,232 and compensation warrants valued at \$4,040 to a company controlled by the spouse of an officer of the Company.

Cash payments and share issuances pursuant to property agreements with non arms-length parties are disclosed in Note 4.

Pursuant to the private placement described in Note 5(a)(v), Andover Ventures Inc., a company with several common officers and directors, subscribed for a total of 571,429 units for gross proceeds of \$200,000. The payment was received subsequent to October 31, 2007.

These transactions were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

8. COMPARATIVES

Certain comparative figures have been reclassified to conform with the current period's presentation.

9. FINANCIAL INSTRUMENTS

Fair value

The Company's financial instruments consist of cash, receivables, accounts payable and accrued liabilities. In management's opinion, the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

Commodity price risk

The ability of the Company to develop its properties and the future profitability of the Company is directly related to the market price of certain minerals.

10. SUBSEQUENT EVENTS

- a) Pursuant to a resolution passed by shareholders on August 27, 2007 at the AGM, the Company changed its name from NPN Investment Group Inc. to Alix Resources Corp. The change became effective on December 5, 2007.
- b) Issued 450,000 common shares of the Company to Full Metal Minerals pursuant to the Arcadia, Mac and Cache property agreement on December 12, 2007.